

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 7329

BILL NUMBER: HB 1381

NOTE PREPARED: Jan 13, 2004

BILL AMENDED:

SUBJECT: Public Contracting.

FIRST AUTHOR: Rep. Stevenson

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: X GENERAL
DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill provides that a contract for services entered into by a state agency must specify that only citizens of the United States and individuals authorized to work in the United States may be employed in the performance of services under the contract or any subcontract.

Effective Date: July 1, 2004.

Explanation of State Expenditures: This bill limits state agencies to entering into service contracts with firms that employ U.S. citizens or individuals authorized to work in the U.S. to perform the contracted service. To the extent that this provision could potentially diminish the pool of eligible service providers that can bid for state service contracts, state contracting costs could increase.

A specific fiscal analysis of the proposal is indeterminable as it will depend on the marketplace's response to the preference. It is presumed that only a very limited number of service contracts entered into by state agencies would be affected by this provision.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Department of State Administration; State agencies that contract for services.

Local Agencies Affected:

Information Sources:

Fiscal Analyst: John Parkey, 317-232-9854.